

1 June 1957

MEMO FOR : SR/3, SR/PP, SR/7

SUBJECT : Proposed AERODYNAMIC Budget for FY 1958

1. In early May representatives of SR/3, SR/PP, and SR/7 met to discuss the reduction of the AERODYNAMIC Project budget for the Fiscal Year 1958. As a result of their discussion, the FY 1957 figures of [] were pared down to a total of []. The proposed budget breakdown was prepared by [] and is included as Attachment 1 to this memo.
2. The budget reduction was presented to the Prolog Associates by [] during the week of 20-24 May for their study and comments. Included as Attachment 2 is a memorandum from Prolog Associates protesting that the proposed budget figures [] would not be adequate to finance their activities as presently outlined.
3. At the same time, a dispatch was submitted to the field informing them of the proposed budget cut and outlining the New Revised Administrative Plan for Project AERODYNAMIC. The field was asked to inform the local CASSOWARY group of the budget cut and to explain to them the operation of the New Revised plan. We also asked the field case officer to inform us of the CASSOWARY group comments and suggestion re this matter and to inform us of the problems they will face as a result of the budget cut and the New Revised Administrative plan. Included as Attachment 3 is a copy of the original draft of the dispatch.

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DATE 2007

4. Following is an item by item comparison of our proposed budget for FY 1958 and the Prolog Associates estimate of the minimum funds they will need for effective operations:

<u>ITEM</u>	<u>OUR BUDGET</u>	<u>PROLOG ESTIMATE</u>	<u>DIFFERENCE</u>
Salaries	\$29,400.00	\$46,400.00	\$17,000.00
Oper. Entertainment	[]	1,000.00	
Travel	[]	3,000.00	
Supplies & Equipment	[]	6,672.00	[]
Radio (PYREX)	[]	5,200.00	
Information Bulletin	[]	16,000.00	[]
Dudintsev Book	[]	1,000.00	
Radio Madrid	[]	1,200.00	[]
Developmental Funds	[]	16,000.00	
Totals	[]	\$96,472.00	[]
Newspaper	[]	Not Included	
	[]		

It will be noted that the Prolog estimate makes no provision for the newspaper in Germany. If the sum of \$35,000 was added to their estimate their total would be \$131,472. However, their request for the newspaper will more than likely be much higher than our total of [] From these figures it appears the Prolog Associates are actually asking for an increase in FY 1958 budget, in view of the fact that the budget for FY 1957 was only []

5. This memorandum is submitted for your information and study. Following a response from the field, a meeting of representatives of the above-mentioned components will be called for discussion of the CASSOWARY group demands and to decide the final breakdown of the AERODYNAMIC budget for FY 1958. Resultant problems of personnel and equipment disposal will also have to be considered.

SR/3- Ukrainian Coordination